

# US & Europe Bond Markets

## Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.27%	(0.95)
UST 10Y	0.65%	(2.92)
UST 30Y	1.38%	(4.18)
Bund 5Y	-0.69%	(1.80)
Bund 10Y	-0.5%	(2.40)
Bund 30Y	-0.07%	(3.60)
DOW JONES	27739.73	0.17 %
NASDAQ	11264.95	1.06 %
S&P 500	3385.51	0.32 %
DAX	12830.00	(1.14)%
FTSE 100	6013.34	(1.61)%
CAC 40	4911.24	(1.33)%
EUR/USD	1.19	0.24 %
USD/JPY	105.70	(0.24)%
USD/CNY	6.90	(0.17)%
US 5Y CDS	--	--
Germany 5Y CDS	11.62	(0.28)
Italy 5Y CDS	140.52	(0.06)
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	18.11	(0.42)
Japan 5Y CDS	17.08	(0.01)
China 5Y CDS	39.26	0.12
Korea 5Y CDS	21.81	(0.19)

Date	Event	Forecast	Previous
08/21	Markit US Manufacturing PMI	51.500	50.900
08/21	Markit US Services PMI	50.900	50.000
08/21	Markit US Composite PMI	--	50.300
08/21	Existing Home Sales	5.40m	4.72m
08/21	Existing Home Sales MoM	0.144	0.207

## US & European Bond Markets

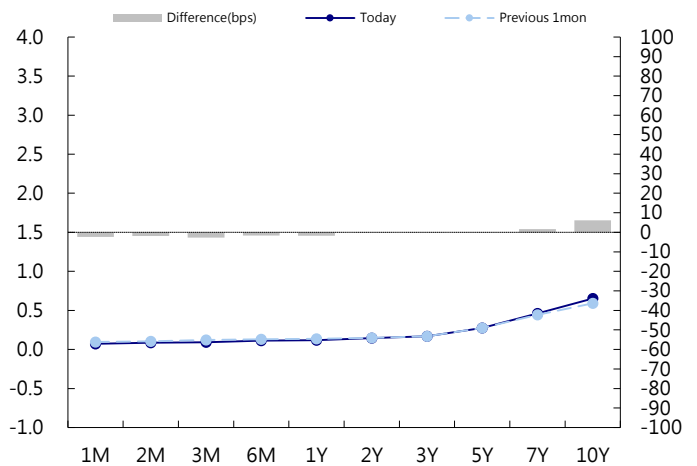
### US & European Government Bond :

Treasuries beyond the 2-year note climbed Thursday as gains that were accumulated mostly during the European morning were extended after weak U.S. economic data. An auction of 30-year TIPS drew weak demand, suggesting investors are uneasy about the run-up in inflation expectations, and a large Sept. 1 duration extension was estimated for the Bloomberg Barclays Treasury index. Yields declined by 3bp-5bp in the 10- to 30-year sectors, leaving yields below their recent auction stops and flattening 2s10s and 5s30s curves by more than 3bp.

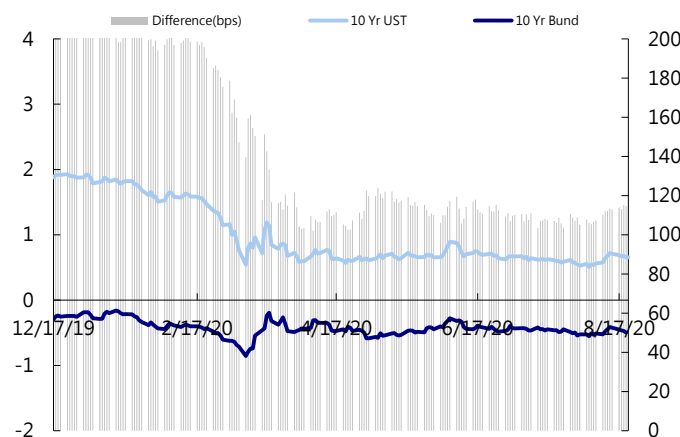
### US & European Corporate Bonds:

Soft session in Asia IG market today with spread closed 1-2bps wider as FOMC minutes weigh concern over the pandemic on economy growth however sentiment recovered a bit after US-China agree to have a call soon on trade deal. Flows were light in general as investors seem to take a pause and look for new catalysts when risk assets had back to pre-pandemic level. TMT/SOE unch to +/-1bp on light two way flows and short end outperformed. Financials unch to 2bps wider, GRWALL 30s d175 on street selling while others muted. Outside of China, GENTMK 27s was the mover today with spread +35bps (+50bps widest in the morning) as Genting Hong Kong temporarily suspend all payment to creditors with

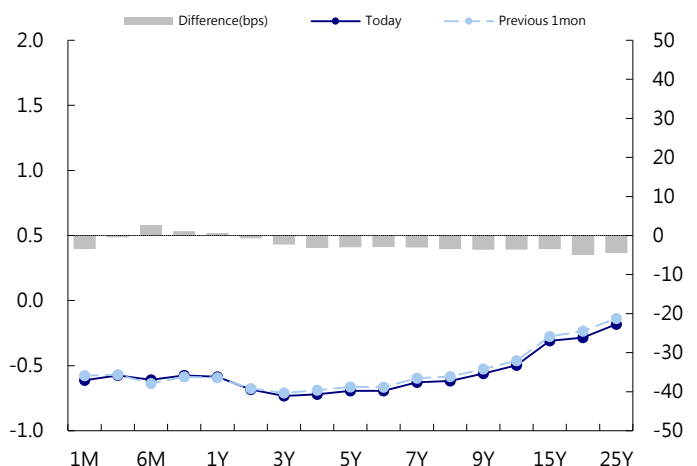
### US Treasury Curve



### UST V.S. Bund 10Y Yield



### Bund Curve



# China Bond Market

## CNY & CNH Market Data

Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	2.86%	2.48%	(1.01)	--
CGB 10Y	2.99%	2.87%	(0.50)	(0.04)
CGB 20Y	3.54%	3.18%	--	(0.01)
Chinese Renminbi Spot	6.90	6.90	0.17%	0.15 %
USDCNY 1M Forward	6.92	6.91	0.19 %	0.16 %
USDCNY 3M Forward	6.95	6.94	0.18 %	0.17 %
USDCNY 6M Forward	6.98	6.98	0.17 %	0.16 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.47%	2.83%	3.50	4.50
CNY IRS 2Y	2.55%	2.96%	2.50	5.50
CNY IRS 3Y	2.63%	3.095%	2.00	4.00
CNY IRS 4Y	2.7%	3.22%	2.00	3.50
CNY IRS 5Y	2.765%	3.32%	2.00	3.00

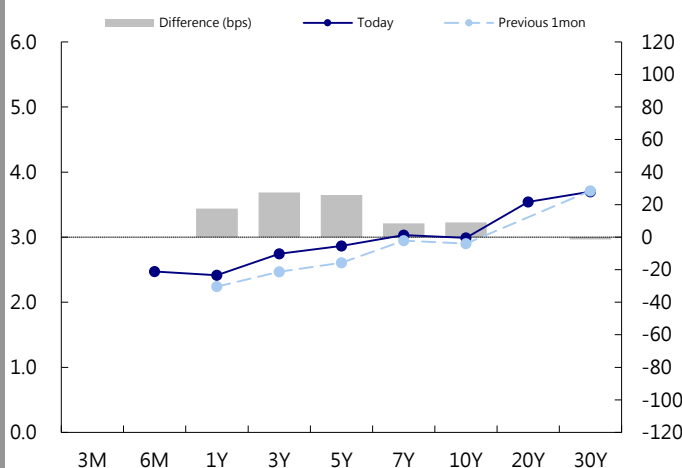
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.77%	2.498
SDBC 3.68 02/26/26	3.35%	-4.001
SDBC 3.48 01/08/29	3.60%	-1.490
SDBC 3 1/2 11/04/46	3.65%	--
CNH CCS 3M	2.60%	(4.44)
CNH CCS 6M	2.56%	(2.93)
CNH CCS 12M	2.46%	(0.05)
CNH CCS 3Y	2.34%	(1.95)
CNH CCS 5Y	2.31%	0.51

Date	Event	Forecast	Previous
08/21	FX Net Settlement - Clients CNY	--	-21.7b

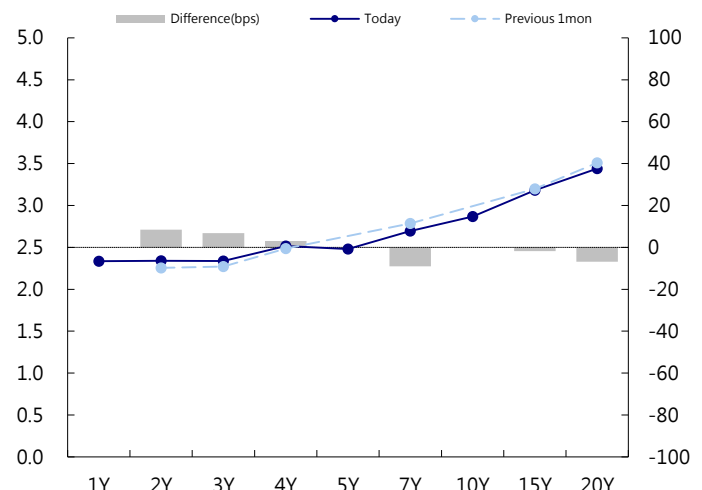
## China Bond Market

Regarding bond market, China's stock market continued to fall on Thursday, but the bond market remained unchanged. The stock-bond double-kill was staged for the second day in a row. The 10-year treasury bond yield in the inter-bank market rose slightly and once touched the 3% round mark. CICC Treasury bond futures were weaker than spot bonds, and the 10-year main contract fell more than 0.3%. In terms of exchange rate, The RMB against the U.S. dollar closed down more than 110 points on Thursday to end its three-day rise, and the central parity rate also fell more than 100 points from a seven-month high. Traders said that the Fed's meeting was not as dovish as expected, and the US dollar index rebounded significantly overnight. In early trading, the RMB fell along with Asian currencies and was once close to the 6.93. However, in the afternoon, the Ministry of Commerce said that the US and China will call to boost market sentiment and the RMB recovered part of its intraday drop.

### Onshore CNY Government Bond Curve



### Offshore CNH Government Bond Curve



# Taiwan Bond Market

## Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.31%	0.00
TWGB 10Y	0.4%	0.00
USD/TWD	29.38	(0.26)%
EUR/TWD	34.87	(0.13)%
HKD/TWD	3.79	(0.21)%
VNY/TWD	4.25	0.00 %
TWD Overnight Rate	0.08%	(0.20)
TWD Secondary CP 10D	0.7125%	(1.61)
TWD Secondary CP 30D	0.7544%	(1.35)
TWD Secondary CP 90D	0.8081%	(1.97)

## Taiwan Bond Secondary Market

Treasury yield continues to trade at the lower bound of range. The strong demand reflected excess liquidity in the market. Strong demand for TWD currency continues to drive its rate against USD higher, provided supports for government bonds market. 10YR treasury yields closed at 0.3950%.

## Taiwan Bond Primary Market

Announcements of Corporate Bonds Issuances approved by the Board of Directors on 19th August : None.

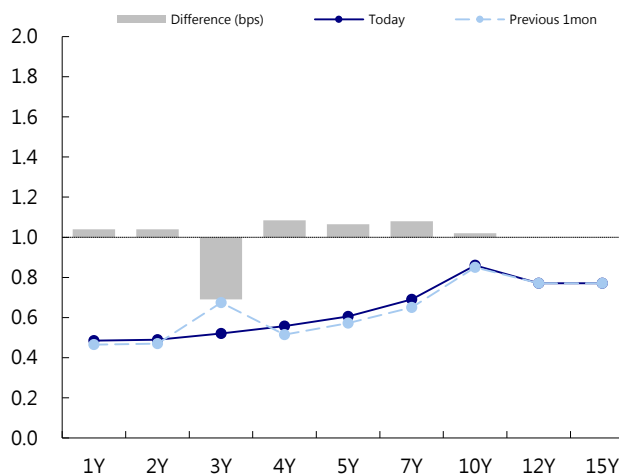
Bonds issued on 20th August : Asia Vital Components Co., Ltd. issued NTD 2.4Bn of 5-years senior secured corporate bonds at coupon rate of 0.62%.

Date	Event	Forecast	Previous
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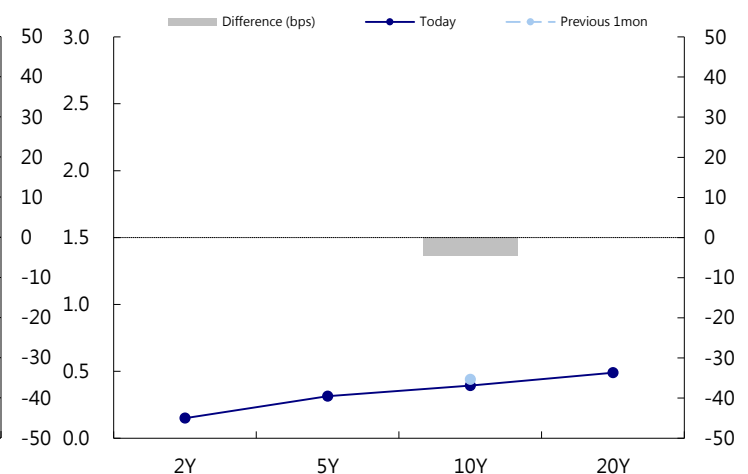
## Money Market

With sufficient fund in the market by the end of the last quarter, short term repo rate remains stable. Last month, central bank kept its monetary policy and base rate. We expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.23%-0.29%, while corporate bond repo rate at 0.33%-0.36%.

## TWD IRS Curve



## Taiwan Government Bond Yield curve



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